

FUNCTION 450: COMMUNITY AND REGIONAL DEVELOPMENT

This function covers the regional and developmental programs that fund physical facilities or financial infrastructures of communities. The major programs are administered through a variety of agencies including the Department of Housing and Urban Development, the Appalachian Regional Commission (ARC), the Tennessee Valley Authority (TVA), the Economic Development Administration (EDA), the Bureau of Indian Affairs (BIA), the Federal Emergency Management Agency (FEMA), and the Department of Agriculture

(\$ Billions)							
	1999 Actuals	2000	2001	2002	2003	2004	2005
President's Budget:							
Budget authority	11.3	11.2	12.2	13.9	12.6	13.3	13.2
Outlays	11.9	11.1	10.2	10.3	9.8	9.9	9.4
OMB Baseline:							
Budget authority	11.3	11.2	11.4	13.3	12.1	12.8	12.6
Outlays	11.9	11.1	10.1	9.9	9.3	9.4	8.9
Budget compared to OMB Baseline:							
Budget authority	---	---	.8	.6	.5	.5	.5
Outlays	---	---	.1	.3	.4	.5	.5

The President's 2001 budget is requesting \$12.2 billion in budget authority and \$10.2 in outlays. This is \$1 billion more than 2000 in BA and a decrease of \$900 million in outlays. Most of the spending in this function is for discretionary programs.

Highlight's of the President's 2001 budget request

- < The President proposes **The First Americans: Stewardship, Investment, and Hope Initiative**. This initiative reaches across several functions including 400, 450, 500, and 750. Within this initiative, \$2.2 billion is provided for the Bureau of Indian Affairs (BIA). This is an increase of \$332 million over 2000. Specific programs funded through this initiative include:
- S** \$301 million for **Indian education construction**, a \$167 million increase, the largest increase ever requested. This funding will replace six schools, and help deal with the maintenance backlog at the remaining Indian schools.
 - S** An increase of \$45 million for **non-trust tribal priority allocations**. This would address critical housing repairs on reservations and critical road maintenance.
 - S** \$108 million to improve **trust management** services such as real estate transactions and probate of Indian trust estates. This is an increase of \$35 million over 2000.
 - S** \$157 million to support and strengthen core **law enforcement** functions. This is an

increase of \$19 million over 2000 funding.

S \$34 million for **Indian Land and Water Settlements**. This is an increase of \$7 million over the 2000 level.

- < The President's budget requests \$4.9 billion in BA in 2001 for **Community Development Block Grants**, the same as enacted in 2000. These block grants are the primary source of relatively unrestricted federal assistance to cities.
- < The President requests \$447 million in 2001 for the **Economic Development Administration (EDA)**. This is an increase of \$60 million or 16% over 2000 funding.
- < The President requests \$71 million in 2001 for the **Appalachian Regional Commission**. This is an increase of \$5 million over 2000 spending.
- < The president requests \$50 million in 2001 for **Brownfields** redevelopment programs. This is twice the level of funding in 2000.
- < The President requests \$2.9 billion for the **Federal Emergency Management Administration's** (FEMA) Disaster Relief Fund (DRF); \$2.6 billion would be in the form of **emergency** funding. Legislative proposals would allow FEMA to obligate up to \$50 million of the DRF to target purchases of repeatedly flooded properties, and another \$30 million to modernize flood maps.
- < The President proposes that **FEMA** administer a **flood mapping license fee** which would be collected with every hazard determination form. This would generate \$104 million in revenues.
- < The 2000 **supplemental request** for function 450 totals \$152.4 million which includes funding for the Small Business Administration, FEMA, and EDA to respond to Hurricane Floyd and other disasters.

